

**STATE OF ILLINOIS
SECRETARY OF STATE
SECURITIES DEPARTMENT**

IN THE MATTER OF:

Frantz E. Vaneus,

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)
) **File Number: C1000238**
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)

TEMPORARY ORDER OF PROHIBITION

TO RESPONDENT: Frantz E. Vaneus
1550 North Lake Shore Drive
Unit #17B
Chicago Illinois 60610

On information and belief, I, Jesse White, Secretary of State for the State of Illinois, through my designated representative, who has been fully advised in the premises by the staff of the Securities Department, Office of the Secretary of State, herein find:

1. Respondent **Frantz E. Vaneus**, ("Respondent Vaneus") is an individual at the last known addresses of 1550 North Lake Shore Drive, Unit #17B, Chicago Illinois 60610.
2. Investor A is a resident of Chicago, Illinois.
3. Respondent Vaneus met Investor A while they were both visiting New York City during the summer of 2009. Respondent Vaneus contacted Investor A occasionally after they each had returned to Illinois.
4. In or about March 2010, Respondent Vaneus told Investor A that he was a skilled investor in securities which he traded for his own account and for the accounts of others. Respondent Vaneus told Investor A that he could "make money" for her, too.
5. On or about March 12, 2010, Respondent Vaneus solicited \$13,500 from Investor A which he said he would invest on Investor A's behalf in a securities account he would open at E*TRADE.

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6. On or about March 12, 2010 Investor A gave Respondent Vaneus a personal check, made payable to Respondent Vaneus in the amount of \$13,500.
7. The activities in paragraphs 4-6 constitute the offer and sale of an investment contract and therefore a security as those terms are defined in Sections 2.1, 2.5 and 2.5a of the Act.
8. Investor A repeatedly requested documentation of the alleged E*TRADE account and/or any investments made on her behalf from Respondent Vaneus but Respondent Vaneus failed to provide Investor A with any such documentation.
9. Investor A contacted E*TRADE directly and was informed by E*TRADE that no account existed under Investor A's name despite Respondent Vaneus' representation that he would open an investment account on her behalf.
10. Investor A made several demands to Respondent Vaneus for the return of her \$13,500 investment.
11. Respondent Vaneus has made several promises to repay Investor A but has failed to do so.
12. Section 12.F of the Act provides that it shall be a violation of the provisions of this Act for any person to engage in any transaction, practice or course of business in connection with the sale or purchase of securities which works or tends to work a fraud or deceit upon the purchaser or seller thereof.
13. Section 12.G of the Act provides that it shall be a violation of the provisions of this Act for any person to obtain money or property through the sale of securities by means of any untrue statement of a material fact or any omission to state a material fact necessary in order to make the statements made, in light of the circumstances under which they were made, not misleading.
14. Section 12.I of the Act provides that it shall be a violation of the provisions of this Act for any person to employ any device, scheme or artifice to defraud in connection with the sale or purchase of any security, directly or indirectly.
15. By virtue of the foregoing, Respondent Vaneus violated Sections 12.F, 12.G and 12.I of the Act.

PROHIBITION

16. Section 11.F(2) of the Act provides, *inter alia*, that the Secretary of State may temporarily prohibit or suspend the offer or sale of securities by any person, and temporarily prohibit or suspend the registration of an investment adviser representative or registered representative without notice and prior hearing, if the

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Secretary of State shall deem it necessary to prevent an imminent violation of the Act or to prevent losses to investors that will occur as a result of prior violations of the Act.

17. The entry of this **Temporary Order** prohibiting **Respondent Vaneus**, from offering or selling securities in the State of Illinois is in the public interest and for the protection of the investing public and is consistent with the purposes intended by the provisions of the Act.
18. The aforementioned findings are based upon credible evidence.

NOW THEREFORE IT IS HEREBY ORDERED THAT: pursuant to the authority granted by Section 11.F of the Act,

Respondent Vaneus is **TEMPORARILY PROHIBITED** from offering or selling securities in or from this State of Illinois.

NOTICE is hereby given that **Respondent Vaneus** may request a hearing on this matter by transmitting such request in writing to:

Lisa Michelle Kaplan
Enforcement Attorney
Illinois Securities Department
Office of the Secretary of State
69 West Washington Street, Suite 1220
Chicago, Illinois 60602

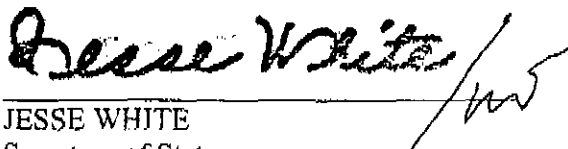
Such request must be made within thirty (30) calendar days of the date of entry of the **Temporary Order of Prohibition**. Upon receipt of a request for hearing, a hearing will be scheduled as soon as reasonably practicable. A request for hearing will not stop the effectiveness of this Temporary Order of Prohibition and Suspension.

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FAILURE OF ANY RESPONDENT TO REQUEST A HEARING WITHIN THIRTY (30) CALANDAR DAYS AFTER ENTRY OF THIS TEMPORARY ORDER OF PROHIBITION AND SUSPENSION SHALL CONSTITUTE AN ADMISSION OF ANY FACTS ALLEGED HEREIN AND SHALL CONSTITUTE SUFFICIENT BASIS TO MAKE THIS TEMPORARY ORDER OF PROHIBITION AND SUSPENSION FINAL.

Dated this 4th day of August 2010.


JESSE WHITE
Secretary of State
State of Illinois

Attorney for the Secretary of State:

Lisa Michelle Kaplan
Enforcement Attorney
Illinois Securities Department
Office of the Secretary of State
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